

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 53 – HB 869

February 18, 2009

SUMMARY OF BILL: Authorizes local government legislative bodies to increase taxes levied on transient vendors.

ESTIMATED FISCAL IMPACT:

Increase State Revenue – Less than \$100,000

Increase Local Revenue – Less than \$100,000/Permissive

Assumptions:

- Because this legislation is permissive, it is not possible to estimate accurately how many local governments will increase the transient vendor tax beyond an estimated permissive increase in state revenue of less than \$100,000 and an increase in local revenue of less than \$100,000.
- The transient vendor tax is collected by local governments. Approximately 50 percent of the tax collected remains with local governments and the remaining 50 percent is remitted to the state. Therefore state revenue will not increase unless local governments choose to increase taxes levied on transient vendors.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in cursive script, reading "James W. White".

James W. White, Executive Director

/kmc